

The U.S. SLAB Regulatory Framework

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Why Maximize Battery Recycling?

- Encourage reuse of valuable materials
- Avoid creation of environmental disasters from mishandling junks
- Break linkage between recycling rate and spot price of lead
- Assure constant supply of feedstock for battery manufacturers



Three Key Elements

- RCRA Regulation (rules promulgated in 1980)
 - 1. Universal Waste Rule promulgated 1995
- Superfund liability (enacted in 1980)
 - 1. Recycling exemption enacted 1999
- State Recycling Laws
 - 1. Beginning in 1988



RCRA Battery Recycling Provisions

- 40 C.F.R. § 266.80
 - 1. In regulations since first promulgation in 1980
 - 2. Generators exempt from regulation if batteries sent for recycling
 - 3. Storage at secondary smelters is regulated
- Universal Waste Rule 40 C.F.R Part 273
 - 1. Promulgated in 1995
 - 2. Alternative exemption (attractive re: small sealed lead batteries)



Superfund Liability Impacts

- Many battery manufacturers faced liabilities from old recycling facilities: some real, some fraudulent
- Section 127(e) (42 U.S.C. § 9627(e)), adopted in 1999. further incentivized bona fide recycling liability exemption if:
 - 1. In compliance with recycling regulations
 - 2. "Objectively reasonable basis" to expect recycling
 - 3. Exercised reasonable care



The "BCI Model" Product Stewardship Law

- First developed by BCI almost 25 years ago
- Promoted on state level; now >90% of U.S. population lives in states that have adopted it.
- Was included in broader federal lead legislation a decade ago, but that legislation failed because of other provisions





BATTERY COUNCIL INTERNATIONAL

PROPOSED MODEL BATTERY RECYCLING LEGISLATION

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF

Section 1. LEAD-ACID BATTERIES;

LAND DISPOSAL PROHIBITED.

- (a) No person may place a used lead-acid battery in mixed municipal solid waste, in any landfill, or municipal solid waste incinerator.
- (b) No person shall dispose of a used lead-acid battery except by delivery to a retailer or wholesaler, or to a secondary lead smelter, or to a collection or recycling facility authorized under the law of (state) or by the U.S. Environmental Protection Agency.
- (c) No retailer shall dispose of a used lead-acid battery except by delivery to the agent of a wholesaler or a secondary lead smelter, or to a battery manufacturer for delivery to a secondary lead smelter, or to a collection or recycling facility authorized under the law of (state) or by the U.S. Environmental Protection Agency.
- (d) Each battery improperly disposed of shall constitute a separate violation.
- (e) For each violation of this section a violator shall be subject to a fine not to exceed \$_____ and/or a prison term not to exceed _____ days (as appropriate under state code).

Section 2. LEAD-ACID BATTERIES; COLLECTION FOR RECYCLING.

A retailer selling replacement lead-acid batteries in the state shall:

- (a) Accept from customers, at the point of transfer, used lead-acid batteries of the same general type and in a quantity at least equal to the number of new batteries purchased, if offered by customers:
- (b) Collect a deposit of at least \$10.00 on the sale of an automotive type replacement lead-acid battery that is not accompanied by the return of a used lead-acid battery of the same general type. All deposits shall inure to the benefit of the retailer unless the person paying the deposit pursuant to this subsection returns a used automotive lead-acid battery to the retailer within thirty days of the date of sale, in which case the deposit shall be returned to the customer; and
- (c) Post written notice which must be at least 8-1/2 inches by 11 inches in size and must contain the universal recycling symbol and the following language:
- "It is illegal to discard a used leadacid battery.";
 - (2) "Recycle your used batteries."; and
- (3) "State law requires us to accept used lead-acid batteries for recycling in exchange for new batteries purchased."

Section 3. INSPECTION OF BATTERY RETAILERS.

The (appropriate state agency) shall produce and print the notices required by Section 2 and shall distribute such notices to all places where replacement lead-acid batteries are offered for



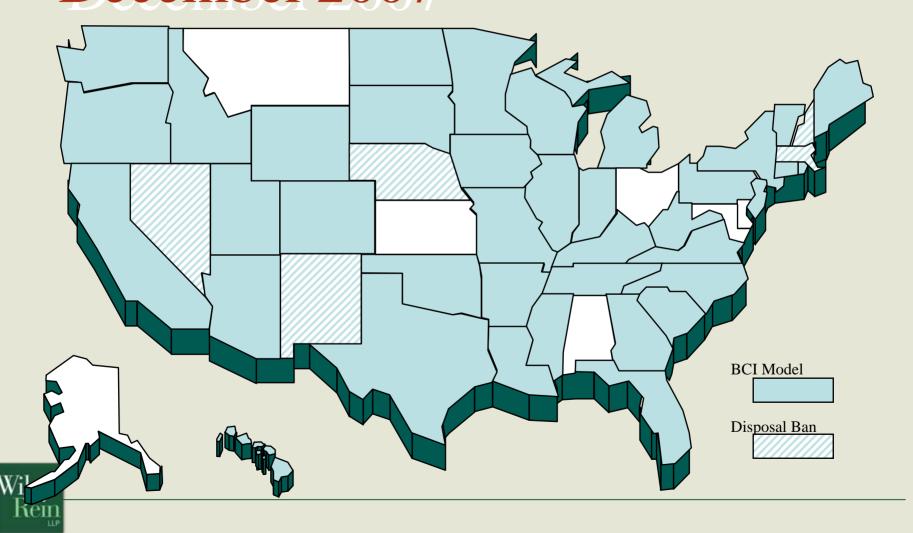
Key Elements of BCI Model

- Ban on disposal
- Deposit in lieu of trade (discount upon purchase)
- Retailer must take back junks from consumer
- Wholesalers/manufacturers must take back junks from retailers



Junks must go to secondary smelter

State Pb Battery Recycling Laws December 2007





For Further Information

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